

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0400-01
Bill No.: HB 57
Subject: Health Care; Health, Public; Department of Health and Senior Services
Type: Original
Date: April 12, 2011

Bill Summary: This legislation establishes the Missouri Commission on Prevention and Management of Obesity.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
General Revenue	(\$238,303)	(\$240,254)	(\$246,987)
Total Estimated Net Effect on General Revenue Fund	(\$238,303)	(\$240,254)	(\$246,987)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 8 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
General Revenue	3 FTE	3 FTE	3 FTE
Total Estimated Net Effect on FTE	3 FTE	3 FTE	3 FTE

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☒ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Section 192.975:

Officials from the **Department of Higher Education, Missouri House of Representatives, Missouri State Governor, Department of Elementary and Secondary Education, Missouri Senate** and the **Department of Insurance, Financial Institutions & Professional Registration** each assume the proposal would have no fiscal impact on their respective agencies.

Officials from the **Department of Mental Health (DMH)** assume the cost of travel, lodging, etc. for commission meetings for DMH appointees only will be absorbed by the Department. No fiscal impact.

Officials from the **Department of Social Services-MO HealthNet Division** expects no fiscal impact from this proposed legislation. Existing resources will be used to gather the requested data.

Officials from the **University of Missouri (UM)** assume the cost to UM would be tied to the amount of assistance required from the two representatives of the University who will serve on the commission, and from the University in general. As the level of assistance required increases, the costs to the University will increase. If the University were asked to design the study and do the analysis, the cost in faculty time would be significant.

Oversight assumes the UM could absorb the additional caseload of the representatives that may result from this proposal within existing resources. Oversight assumes any significant increase in the workload of the UM would be reflected in future budget request.

Officials from the **Department of Health and Senior Services** states section B of the proposed legislation contains an emergency clause. Accordingly, all staff projected salaries in the first year are based on 12 months. To meet these requirements of the proposed legislation, the following staff will be needed:

1 Health Program Representative III; A24G; \$37,296; Provide technical assistance to schools and other entities. Support the functions and duties of the commission, including listing programs and services, listing money dedicated to services, and identifying barriers and implementation strategies.

ASSUMPTION (continued)

1 Nutrition Specialist; A27G; \$41,712; Develop and implement a comprehensive plan for the prevention and treatment of obesity. Provides expert assistance on nutrition and obesity prevention. Also supports the commission.

0.5 Senior Office Support Assistant; A12F; $\$24,576 * 0.5 = \$12,288$; This position would provide clerical support to the manager, health program representative, research analyst, and nutrition specialist, and would provide clerical support to the commission.

0.25 Health and Senior Services Manager II; Band Manager II; $\$61,347 * .025 = \$15,337$; This position would provide supervisory oversight to the health program representative, nutrition specialist, and senior office support assistant. Coordination duties with the department, the commission, information technology staff and the Section for Epidemiology for Public Health Practices would be required.

Sections 192.975.2 establishes the Missouri Commission on Prevention and Management of Obesity within DHSS. The commission shall have 22 members. Section 192.975.7 states that the commission shall meet at least quarterly with their first meeting no later than October 1, 2010. DHSS assumes there will be three meetings in FY 2011 and four meetings per year thereafter. The costs to cover reimbursement of necessary expenses for meeting members are as follows:

FY 2012: 22 members x 3 meetings x \$180 per meeting = \$11,880;

FY 2013: 22 members x 4 meetings x \$180 per meeting = \$15,840; and

FY 2014: 22 members x 4 meetings x \$180 per meeting = \$15,840.

Section 192.975.9 requires the Department to establish and maintain a resource databank containing information about obesity and obesity-related subjects. The databank shall be implemented by January 1, 2011, and should be available to the public and accessible through the department's web site and through printed materials. It would be necessary for the Office of Administration's Information Technology Services Division (ITSD) to provide the programming and/or application development that would be needed to collect the information needed to support this legislation and to establish the resource databank. It is assumed that the application will reside at DHSS and be housed on existing ITSD - DHSS servers. One Computer Information Technology Specialist I (Range A30, Step H, \$47,184) would be required to develop and maintain an application to establish a resource databank in the first year. Once the system is developed, the CITS I will be responsible for ongoing maintenance and upkeep of the system.

ASSUMPTION (continued)

In addition, one Research Analyst III (Range A25, Step G, \$38,700) will be needed for organizing and maintaining the information contained in the obesity disease resource databank on the Department's website. The databank will be designed as a web portal that would be a 'one-stop' shop and resource bank for obesity-related information, statistical data and other relevant materials. The web portal will include obesity data indicators, displayed in varying formats. Duties of the Research Analyst III would include: determining the resources and relevant statistical data that would be most useful to include in the obesity disease portal; working with IT staff in developing the layout, design and functionality of the portal; and preparing and maintaining the statistical data that would be included in the resource databank. The analyst would also provide support for the data collection and analysis functions and duties of the commission, referenced in Section 192.975.3, and would prepare an analysis of the economic impact on the state of failure to treat obesity. One-tenth Research Analyst IV (Range A28, Step G, \$43,344) - This position would conduct an analysis of the economic impact on the state of failure to treat obesity. This position is currently established and filled within the department. This is an existing position, however General Revenue funding is needed to pay for personal service costs as the position is currently funded through grant funding which has specific funding guidelines. One-tenth Public Health Epidemiologist (Range A32, Step J, \$53,292) - This position would supervise and review the work of the Research Analyst III and Research Analyst IV. This position is currently established and filled within the department. This is an existing position, however General Revenue funding is needed to pay for personal service costs as the position is currently funded through grant funding which has specific funding guidelines.

Oversight assumes the DHSS could absorb the additional caseload that may result from this proposal within existing resources. Therefore, Oversight assumes the DHSS could absorb a half Senior Office Support Assistant FTE, a one-quarter Health and Senior Services Manager FTE, a one-tenth Research Analyst IV and a one-tenth Public Health Epidemiologist.

Oversight assumes OA-ITSD (DHSS) is provided with core funding to handle a certain amount of activity each year. If multiple bills pass which require additional staffing and duties at substantial costs, DHSS could request funding through the appropriation process. Therefore, Oversight assumes the DHSS could absorb one Computer Information Technology Specialist I FTE.

<u>FISCAL IMPACT - State Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
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GENERAL REVENUE FUND

Costs - Department of Health and Senior Services

Personal Service	(\$121,239)	(\$124,876)	(\$128,623)
Fringe Benefits	(\$63,578)	(\$65,485)	(\$67,450)
Equipment and Expense	(\$41,606)	(\$34,053)	(\$35,074)
Commission Costs	<u>(\$11,880)</u>	<u>(\$15,840)</u>	<u>(\$15,840)</u>
<u>Total Costs - DHSS</u>	<u>(\$238,303)</u>	<u>(\$240,254)</u>	<u>(\$246,987)</u>
FTE Change - DHSS	3 FTE	3 FTE	3 FTE

**ESTIMATED NET EFFECT ON
GENERAL REVENUE FUND**

<u>(\$238,303)</u>	<u>(\$240,254)</u>	<u>(\$246,987)</u>
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Estimated Net FTE Change for General Revenue Fund

3 FTE	3 FTE	3 FTE
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<u>FISCAL IMPACT - Local Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
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<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

Section 192.975:

The proposed legislation establishes the Missouri Commission on Prevention and Management of Obesity within the Department of Health and Senior Services to exist until August 28, 2013, when a report must be submitted to the Governor, the House Budget Committee, and the Senate Appropriations Committee regarding information about the economic burden of obesity, available programs and services, and the barriers to programs and services. The commission,

FISCAL DESCRIPTION (continued)

whose membership is specified in the bill, must conduct data collection and analyzation regarding obesity in Missouri; list available programs, services, and funding; identify barriers to the prevention and management of obesity; and make recommendations that the state must implement to increase obesity prevention and management for Missourians along with their estimated costs. The commission must work with specified federal and state agencies to formulate a comprehensive approach to the treatment and prevention of obesity and obesity-related conditions.

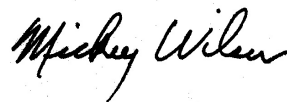
The Department may provide technical assistance to schools and school districts to create healthy school nutrition environments and must establish and maintain a resource databank containing obesity-related information which must be implemented by January 1, 2012.

The bill contains an emergency clause.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Higher Education
Department of Elementary and Secondary Education
Department of Insurance, Financial Institutions and Professional Registration
Department of Mental Health
Department of Health and Senior Services
Department of Social Services
Missouri State Governor
Missouri House of Representatives
Missouri Senate
University of Missouri

A handwritten signature in black ink, appearing to read "Mickey Wilson". The signature is written in a cursive, flowing style.

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Mickey Wilson, CPA
Director
April 12, 2011